



State of Utah

School and Institutional
TRUST LANDS ADMINISTRATION

Michael O. Leavitt
Governor

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Director

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E/039/007
S/039/010

March 22, 2001

Danny Bown
595 East 600 North
Manti, UT 84642

RE: ML 47272-BSLS & ML 47244-BSLS
DOGM Permits E/039/007 & S/039/010

Dear Mr. Bown,

Thank you for your letter of March 16, 2001. It is my understanding that you propose converting your March 9, 2001, notice of intent to commence exploration to a notice of intent to commence mining the trust lands leased under ML 47272-BSLS.

Article III of ML 47272-BSLS provides that the lease is issued subject to the Rules of the Division of Oil, Gas & Mining and all requirements of the Utah Mined Reclamation Act.

The Division of Oil, Gas & Mining requires that all mined land disturbances within a two-mile radius by the same operator be permitted under the same DOGM mining permit. The lands which you have leased under ML 47272-BSLS lie within the same section of land as your Nine Mile Quarry, DOGM Permit S/039/010, (ML 47244-BSLS).

The two sites which you presently have open in the Nine Mile Quarry area place total mined land disturbance at the five acre limit for a Small Mine. You are not permitted to mine any additional acreage in the Nine Mile Quarry area until you obtain a permit for a Large Mine from the Division of Oil, Gas & Mining, or reclaim the existing mined land disturbances. The current proposal which you submitted to commence mining under ML 47272-BSLS is therefore not approved by the Trust Lands Administration.

Please contact Lynn Kunzler, (801) 538-5310, for information regarding requirements to obtain a Large Mine permit, or requirements to reclaim existing mined land disturbances in the Nine Mile Quarry area.

Sincerely,

John T. Blake
Mineral Resources Specialist

CC: Lynn Kunzler ✓